COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

AN EXAMINATION OF THE)	
APPLICATION OF THE FUEL)	
ADJUSTMENT CLAUSE OF CLARK) C	ASE NO. 98-569
ENERGY COOPERATIVE, INC. FROM)	
NOVEMBER 1, 1996 TO OCTOBER 31,)	
1998)	

<u>ORDER</u>

Pursuant to Commission Regulation 807 KAR 5:056, the Commission on December 4, 1998 established this case to review and evaluate the operation of the fuel adjustment clause (FAC) of Clark Energy Cooperative, Inc. (Clark) for the two years ended October 31, 1998.

As part of this review, the Commission ordered Clark to submit certain information and an affidavit attesting to its compliance with Commission Regulation 807 KAR 5:056. Clark has complied with this Order. The Commission further ordered that a public hearing be held in this case but cancelled it when, after publication of notice, no interested party advised the Commission of its intention to attend.

The Commission, having considered the evidence of record and being otherwise sufficiently advised, finds that:

1. Clark has complied in all material respects with the provisions of Commission Regulation 807 KAR 5:056.

- 2. East Kentucky Power Cooperative, Inc. (EKPC), the wholesale supplier of Clark, has been authorized to transfer (roll-in) a 0.81 mills per KWH increase in its base fuel cost to its base rates.¹
- 3. Clark should be authorized to transfer (roll-in) a 0.87 mills per KWH increase in its base fuel costs to its base rates to reflect, as adjusted for line loss, the transfer of a 0.81 mills per KWH increase in EKPC s base rates. This transfer can best be accomplished by an energy adder to each KWH sold.
- 4. The rates and charges in Appendix A, attached hereto and incorporated herein, are fair, just, and reasonable, and reflect the transfer of fuel costs from the FAC to the base rate.

IT IS THEREFORE ORDERED that:

- 1. The charges and credits applied by Clark through the FAC for the period November 1, 1996 to October 31, 1998 are approved.
- 2. Clark is authorized to transfer to base rates those fuel costs (as adjusted for line-loss) rolled-in by EKPC from its FAC to its base rates.
- 3. The rates in Appendix A are approved for service rendered by Clark on and after May 1, 1999.
- 4. Within 30 days from the date of this Order, Clark shall file with the Commission revised tariff sheets setting out the rates approved herein.

¹ Case No. 98-563, An Examination by the Public Service Commission of the Application of the Fuel Adjustment Clause of East Kentucky Power Cooperative, Inc. from November 1, 1996 to October 31, 1998.

Done at Frankfort, Kentucky, this 22 nd day of March, 1999.					
				By the Commission	
ATTEST:					
Executive Dire	ector				

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 98-569 DATED MARCH 22, 1999

The following rates and charges are prescribed for the customers in the area served by Clark Energy Cooperative, Inc. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of this Commission prior to the effective date of this Order.

SCHEDULE R RESIDENTIAL

Rates:

All KWH \$.06047 Per KWH

SCHEDULE T-O-D RESIDENTIAL T-O-D

Rates:

On-Peak Rate \$.06276 Per KWH
Off-Peak Rate .03326 Per KWH

SCHEDULE A & B
GENERAL POWER SERVICE

Rates:

Schedule A Schedule B

All KWH \$.08057 \$.06176

SCHEDULE D OFF-PEAK RETAIL MARKETING

Rates:

All KWH \$.03653 Per KWH

SCHEDULE E PUBLIC FACILITIES

Rates:

All KWH \$.06786 Per KWH

SCHEDULE T OUTDOOR LIGHTING FACILITIES

Annual Rate Per Lamp:

200 Watt \$ 60.23 300 Watt 76.32 400 Watt 114.59

> SCHEDULE S OUTDOOR LIGHTING FACILITIES

Rate Per Light Per Month:

175 Watt \$ 5.48

SCHEDULE L GENERAL POWER SERVICE

Rates:

Energy Charge \$.04390 Per KWH

SCHEDULE P GENERAL POWER SERVICE

Rates:

Energy Charge \$.03576 Per KWH

SCHEDULE H GENERAL POWER SERVICE

Rates:

Energy Charge \$.03669 Per KWH

SCHEDULE G GENERAL POWER SERVICE

Rates:

Energy Charge \$.03966 Per KWH

SCHEDULE M GENERAL POWER SERVICE

Rates:

Energy Charge \$.03966 Per KWH

SCHEDULE J INDUSTRIAL HLF

Rates:

Energy Charge \$.02862 Per KWH